

Illinois Bell Telephone Company
Preliminary 2003 Calculation
Chain Weights

Price Cap Index (PCI) for the current year =

$$\text{PCI at 100 (reset)} \times \left[1 + \frac{(\% \text{ Change in the GDPPI})}{100} - .043 + Z + Q \right]$$

$$\text{PCI} = 100 \times (1 + .0133 - .043 + (0))$$

$$\text{PCI} = 100 \times (.9703)$$

$$\text{PCI} = 97.03$$

Price Reduction = 2.97%

Estimated amount = -\$33.4M